By: Bonnen H.B. No. 3447

Substitute the following for H.B. No. 3447:

By: Guillen C.S.H.B. No. 3447

	A BILL TO BE ENTITLED
1	AN ACT
2	relating to the establishment and administration of the Texas
3	Aerospace Research and Space Economy Consortium and the Texas Space
4	Commission.
5	BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF TEXAS:
6	SECTION 1. Chapter 61, Education Code, is amended by adding
7	Subchapter V-1 to read as follows:
8	SUBCHAPTER V-1. TEXAS AEROSPACE RESEARCH AND SPACE ECONOMY
9	CONSORTIUM
10	Sec. 61.921. DEFINITIONS. In this subchapter:
11	(1) "Consortium" means the Texas Aerospace Research
12	and Space Economy Consortium.
13	(2) "Executive committee" means the executive
14	committee of the consortium.
15	Sec. 61.922. ESTABLISHMENT; PURPOSE. The Texas Aerospace
16	Research and Space Economy Consortium is established to:

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- 17 (1) identify research opportunities for entities
- within this state that: 18
- 19 (A) strengthen this state's proven leadership in
- civil, commercial, and military aerospace activity; 20
- 21 (B) enhance this state's position in aeronautics
- research and development, astronautics, space commercialization, 22
- and space flight infrastructure; and 23
- 24 (C) enhance the integration of the space,

- 1 aeronautics, astronautics, and aviation industries into this
- 2 state's economy; and
- 3 (2) provide funding and research recommendations to
- 4 the Texas Space Commission established under Section 481.552,
- 5 Government Code.
- 6 Sec. 61.923. CONSORTIUM COMPOSITION. The consortium is
- 7 composed of:
- 8 (1) each institution of higher education; and
- 9 (2) any other entity that the executive committee
- 10 considers necessary.
- 11 Sec. 61.924. ADMINISTRATIVE ATTACHMENT. (a) The
- 12 consortium is administratively attached to the board for the
- 13 purpose of receiving and administering appropriations and other
- 14 funds under this subchapter. The board is not responsible for
- 15 providing to the consortium staff, human resources, contract
- 16 monitoring, purchasing, or any other administrative support
- 17 services.
- 18 (b) The board may not use funds intended to carry out the
- 19 purposes of this subchapter for any costs incurred by the board
- 20 under this subchapter.
- Sec. 61.925. EXECUTIVE COMMITTEE COMPOSITION. (a) The
- 22 consortium is governed by an independent executive committee
- 23 <u>composed of the following nine members:</u>
- 24 (1) two members appointed by the governor;
- 25 (2) two members appointed by the lieutenant governor;
- 26 (3) two members appointed by the speaker of the house
- 27 of representatives;

1	(4) the chancellor of The Texas A&M University System
2	or the chancellor's designee;
3	(5) the chancellor of The University of Texas System
4	or the chancellor's designee; and
5	(6) the president of Rice University or the
6	president's designee.
7	(b) In making appointments under Subsection (a), the
8	governor, the lieutenant governor, and the speaker of the house of
9	representatives, respectively, shall:
10	(1) prioritize appointing individuals with experience
11	<u>in:</u>
12	(A) aeronautics;
13	(B) space economic development; and
14	(C) academic engagement with the space economy;
15	and
16	(2) ensure that the appointments reflect, to the
17	extent possible, the ethnic and geographic diversity of this state.
18	(c) A vacancy on the executive committee is filled in the
19	same manner as the initial appointment.
20	(d) The executive committee shall:
21	(1) elect a presiding officer from among the members
22	of the committee; and
23	(2) meet at the call of the presiding officer.
24	Sec. 61.926. GIFTS, GRANTS, AND DONATIONS. The executive
25	committee may solicit and accept on behalf of the consortium gifts,
26	grants, or donations from any public or private source for the
27	purpose of carrying out this subchapter.

- 1 <u>Sec. 61.927. GENERAL DUTIES.</u> (a) The executive committee
- 2 shall:
- 3 (1) develop and execute a comprehensive statewide
- 4 strategic plan to further the purposes of the consortium;
- 5 (2) gather and coordinate recommendations from
- 6 consortium members on funding and research opportunities in
- 7 <u>accordance with the purposes of the consortium; and</u>
- 8 (3) establish procedures and policies for the
- 9 administration of the consortium, including:
- 10 (A) procedures for documenting compliance by
- 11 members of the committee and consortium and consortium staff with
- 12 applicable laws governing conflicts of interest;
- 13 (B) designation of a member of the committee as
- 14 the committee's liaison to the Texas Space Commission established
- 15 under Section 481.552, Government Code; and
- (C) procedures for entering into contracts with
- 17 The Texas A&M University System as necessary for that system to
- 18 provide administrative and staff support to the consortium.
- 19 (b) A member of the consortium under Section 61.923 may
- 20 participate in consortium fact-finding, strategic planning, and
- 21 the formation of recommendations for purposes of Subsections (a)(1)
- 22 and (a)(2). Before assisting the executive committee as provided
- 23 by this subsection, a member of the consortium must designate a
- 24 liaison to the executive committee to represent that member.
- Sec. 61.928. BIENNIAL REPORT. Not later than December 31 of
- 26 each even-numbered year, the executive committee shall submit to
- 27 the Texas Space Commission established under Section 481.552,

1 Government Code, a written report that includes for that biennium: 2 (1) the activities and objectives of the consortium; (2) a synopsis of the funding and research 3 opportunities identified by the consortium under Section 4 5 61.927(a); 6 (3) legislative recommendations, if any; 7 (4) prospective grants or funding the consortium 8 members expect to receive, if any; and 9 (5) research accomplishments associated with the 10 consortium, if any. SECTION 2. Chapter 481, Government Code, is amended by 11 12 adding Subchapter FF to read as follows: 13 SUBCHAPTER FF. TEXAS SPACE COMMISSION Sec. 481.551. DEFINITIONS. In this subchapter: 14 15 (1) "Board" means the board of directors of the 16 commission. 17 (2) "Commission" means the Texas Space Commission. (3) "Fund" means the Space Exploration and Aeronautics 18 19 Research Fund. "Institution of higher education" has the meaning 20 assigned by Section 61.003, Education Code. 21 Sec. 481.552. ESTABLISHMENT; PURPOSE. (a) The Texas Space 22 Commission is established to strengthen this state's proven 23 24 leadership in civil, commercial, and military aerospace activity. (b) The purpose of the commission is to promote innovation 25

in the fields of space exploration and commercial aerospace

opportunities, including the integration of space, aeronautics,

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1 and aviation industries into the economy of this state. 2 Sec. 481.553. BOARD OF DIRECTORS; EXECUTIVE DIRECTOR. (a) 3 The commission is governed by a nine-member board of directors. board is composed of: 4 5 (1) three members appointed by the governor; 6 (2) three members appointed by the lieutenant 7 governor; and 8 (3) three members appointed by the governor from a list of names submitted by the speaker of the house of 9 10 representatives. (b) In making appointments or selecting persons for 11 12 inclusion on the list submitted to the governor under Subsection (a), the governor, lieutenant governor, and speaker of the house of 13 representatives shall prioritize appointing or selecting, as 14 15 applicable, individuals with experience in: 16 (1) commercial aerospace; 17 (2) civil aviation; (3) military aerospace; 18 19 (4) space economic development; (5) space-related academic research; and 20 21 (6) nonprofit support of the space economy. Members of the board serve two-year terms and may be 22 (c) reappointed for additional terms. 23 24 (d) A vacancy on the board is filled in the same manner as the initial appointment. 25

(1) elect a presiding officer from among the members

(e) The board shall:

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1 of the board; 2 (2) appoint an executive director of the commission and determine the title, functions, duties, powers, and salary of 3 the executive director; and 4 5 (3) adopt rules as necessary to implement the duties of the commission under this subchapter. 6 (f) The executive director of the commission may hire staff 7 8 as necessary to implement the duties of the commission under this 9 subchapter. Sec. 481.554. ADMINISTRATIVE ATTACHMENT. 10 (a) The commission is administratively attached to the office of the 11 12 governor. (b) The office of the governor shall provide the commission 13 staff and facilities as necessary to assist the commission in 14 15 performing the commission's duties under this subchapter. 16 Sec. 481.555. AUTHORITY. The commission may, as necessary 17 to perform the commission's duties under this subchapter: 18 (1) execute contracts and other documents, including 19 by authorizing one or more members of the commission to execute contracts and other documents on behalf of the commission; 20 21 (2) conduct proceedings and other activities;

27 <u>(4) provide financial services to support</u>

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entities;

entities, which may include an advisory board composed of

representatives of military, federal government, and private

aeronautic entities, and delegate authority or duties to those

(3) establish and create boards, committees, or other

- 1 <u>aerospace-related development within this state, including by:</u>
- 2 (A) capitalizing, underwriting, leasing,
- 3 selling, or securing funding for aerospace-related infrastructure;
- 4 and
- 5 (B) acquiring, accepting, or administering
- 6 grants and contracts to perform activities consistent with the
- 7 <u>commission's purpose;</u>
- 8 (5) execute intergovernmental agreements and
- 9 development agreements consistent with existing law, including
- 10 with institutions of higher education and nonprofit entities; and
- 11 (6) engage in the planning and implementation of
- 12 aerospace-related educational opportunities within this state in
- 13 coordination with the Texas Aerospace Research and Space Economy
- 14 Consortium established under Section 61.922, Education Code.
- Sec. 481.556. STRATEGIC PLAN. (a) The commission shall
- 16 develop and annually update a strategic plan for the promotion of
- 17 space, aeronautics, and aviation economic development in this
- 18 state.
- 19 (b) The strategic plan must include a list of potential
- 20 projects that further the purpose of the commission, and, for each
- 21 project:
- 22 (1) the estimated total cost for completion, including
- 23 a potential state matching cost; and
- 24 (2) an assessment of the availability of external
- 25 funding sources.
- 26 (c) The strategic plan may include any other information the
- 27 commission determines is relevant to furthering the purpose of the

- 1 commission.
- 2 (d) The board shall submit the strategic plan to the
- 3 governor, the lieutenant governor, and the speaker of the house of
- 4 representatives not later than December 31 of each year.
- 5 Sec. 481.557. SPACE EXPLORATION AND AERONAUTICS RESEARCH
- 6 FUND; GRANTS. (a) The commission shall establish the Space
- 7 Exploration and Aeronautics Research Fund to provide grants to
- 8 eligible entities as provided by this section.
- 9 (b) The fund is a trust fund outside the treasury with the
- 10 comptroller and administered by the commission.
- 11 (c) The fund is composed of:
- 12 (1) gifts, grants, or donations provided to the
- 13 commission; and
- 14 (2) money from any source designated by the
- 15 legislature.
- 16 (d) Using money available in the fund, the commission may
- 17 provide grants to eligible entities described by Subsection (e) for
- 18 the purposes of:
- 19 (1) development of emerging technologies required for
- 20 any aspect of human space flight;
- 21 (2) research involving any aspect of space exploration
- 22 and space flight;
- 23 (3) workforce training to promote space exploration
- 24 and space flight; and
- 25 (4) curation of post-mission materials involved in
- 26 space exploration and space flight.
- 27 (e) The following entities are eligible for a grant made

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- 1 under this section:
- 2 (1) a business or nonprofit entity involved in the
- 3 space exploration, research, or aeronautics industry; and
- 4 (2) a governmental entity with which the commission
- 5 has entered into an intergovernmental agreement for that purpose.
- 6 (f) The commission shall establish procedures for the
- 7 administration and approval of grants made under this section,
- 8 including procedures to ensure that a grant provided under this
- 9 section is in the public interest and serves the public purpose of
- 10 economic development and diversification.
- 11 SECTION 3. This Act takes effect September 1, 2023.